GOVERNMENT OF INDIA
HEAVY INDUSTRIES AND PUBLIC ENTERPRISES
LOK SABHA

UNSTARRED QUESTION NO:1129
ANSWERED ON:24.11.2000
SHARES OF PUBLIC SECTOR UNDERTAKINGS
KINJARAPU YERRANNAIDU

Will the Minister of HEAVY INDUSTRIES AND PUBLIC ENTERPRISES be pleased to state:

(a) whether Public Sector Undertakings units shares have crashed heavily in stock market during the last two years;

(b) if so, the details thereof;

(c) the reasons for fall in prices; and

(d) the steps taken to improve the position?

Answer

THE MINISTER OF STATE FOR HEAVY INDUSTRIES & PUBLIC ENTERPRISES (DR. VALLABHBHAI KATHIRIA)

(a) & (b) : Out of 40 central PSUs, where disinvestment has taken place, the trend of share price is available in respect of 29 PSU shares for the past two years. The price movement of the 29 PSU shares for which the trend is available, indicates that there are more declines than advances. As such there is a general down trend amongst the PSU share price during the last two years.

(c)&(d): The share price movement in the capital markets cannot be attributed to any single factor and it is not possible to identify the precise reason for the decline in the share prices.